

OCTOBER 20, 1980

THE DIRECTOR OF THE DIVISION OF STATE LANDS TOOK FORMAL ACTION ON OCTOBER 20, 1980 AT 10:00 A.M. IN THE STATE LAND OFFICE, ROOM 411, EMPIRE BUILDING, 231 EAST 400 SOUTH, SALT LAKE CITY, UTAH 84111, ON THE BELOW LISTED MINERAL AND SURFACE BUSINESS MATTERS AS INDICATED.

OIL, GAS & HYDROCARBON MINERAL LEASE APPLICATIONS - REJECTED

Upon recommendation of Mr. Blake, the Director approved the Oil, Gas and Hydrocarbon lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Min. Lease Appl. No. 38617	T25S, R21E, SLM	Grand Co.
David W. Allen &	Section 7: Lot 4	2251.57 acres
Charles R. Klepzig	Section 18: Lots 1-4, SE $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$	
P.O. Box 879	Section 19: Lots 1-3, NE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$	
Moab, UT 84532	T25S, R20E, SLM	
	Section 12: W $\frac{1}{2}$ NE $\frac{1}{4}$, W $\frac{1}{2}$, SE $\frac{1}{4}$	
	Section 13: All	
	Section 24: NE $\frac{1}{4}$	
REFUND: \$2,252.00	Rejected: not State Lands	

Min. Lease Appl. No. 38618	T25S, R20E, SLM	Grand Co.
David W. Allen &	Section 1: NW $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$	2306.60 acres
Charles R. Klepzig	Section 2: Lots 4-6, S $\frac{1}{2}$	
P.O. Box 879	Section 3: Lots 1-16, N $\frac{1}{2}$ S $\frac{1}{2}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$	
Moab, UT 84532	Section 11: All	
	Section 14: NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$	
REFUND: \$2307.00	Rejected: Not State Lands and withdrawn from oil and gas leasing.	

METALLIFEROUS MINERAL LEASE APPLICATION - APPROVED

Upon recommendation of Mr. Blake, the Director approved the Metalliferous Minerals lease applications listed below at a rental of \$1.00 per acre per annum; royalty as provided in the lease form approved by the Board of State Lands. The applications have been checked by the Mineral Division and found to be in order. The land status has been examined and the lands found to be open and available.

Min. Lease Appl. No. 38619	T11S, R6W, SLM	Juab Co.
Jerome B. Guinand	Section 2: Lots 1,3,4, S $\frac{1}{2}$ NW $\frac{1}{4}$, W $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$	644.30 acres
9018 South Kings Hill Place	Section 11: NW $\frac{1}{4}$ NE $\frac{1}{4}$	
Sandy, UT 84070	Section 12: N $\frac{1}{2}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$	

CORRECTION OF DIRECTOR'S MINUTES - August 19, 1980

....ML 37601 - OGH converted to SLA 408

On August 19, 1980, the above numbered lease was converted to SLA 408 with a reduction in acreage of 800 acres. Rental of \$800.00 on the deleted acreage was approved for refund to the current lessee, Marvin Wolf. This \$800.00 rental should rather be approved for refund to Joseph S. Rose, Jr., who was the original applicant submitting such payment.

Upon recommendation of Mr. Blake, the Director approved this correction of Director's minutes.

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CORRECTION OF DIRECTOR'S MINUTES - July 21, 1980

ML 37222 - OGH

On July 21, 1980, the above numbered lease was cancelled for conflict with ML 31259 and a refund of \$80.00 paid in advance rentals was approved. At the time of cancellation, however, ML 37222 was into its second year of existence and a total of \$160.00 had been received in advance rentals, therefore, upon recommendation of Mr. Blake, the Director approved this correction and the refund to Richard L. Peterson to be refunded an additional \$80.00 for a total refund of \$160.00 on the cancellation of ML 37222.

ACCEPTANCE OF BOND - ML 38610 - Sand & Gravel Purchase

Sulenta Construction Company as submitted surety bond #9431697, with Fidelity and Deposit Company of Maryland as surety, in the amount of \$1,000.00 to assure reclamation of extraction activities under ML 38610. This bond appears in order and upon recommendation of Mr. Blake, the Director accepted this bond.

RELEASE OF BOND - ML 29273 - Metalliferous Mineral

URADCO has completed exploratory drilling on the above numbered lease and requests release of their surety bond #2869431, with Safeco Insurance Company, in the amount of \$5,000.00. Upon inspection of the drill sites, the reclamation was satisfactorily completed and upon recommendation of Mr. Blake, the Director approved the release of this bond.

MINERAL LEASE ASSIGNMENTS

TOTAL ASSIGNMENTS - OIL, GAS AND HYDROCARBON LEASES APPROVED

Upon recommendation of Mr. Prince, the Director approved the assignment of the Oil, Gas and Hydrocarbon leases listed below (subject to the provisions of a conveyance and agreement from Texas Pacific Oil Company, Inc. to Sun Oil Company (Delware) dated August 29, 1980 -- copy filed in ML 32759) to Sun Oil Company, 1700 One Main Place, Dallas, TX 75250 by Texas Pacific Oil Company, Inc. No override.

LEASE OWNERSHIP: Texas Pacific Oil Company, Inc.

Subject to 4% previously reserved overriding royalty

ML 4668 MLA 3426....T16S, R25E, Sec 36: N $\frac{1}{2}$, 320.00	Grand
ML 4668-AT16S, R25E, Sec 36: S $\frac{1}{2}$, 320.00	Grand

Subject to 1.5% previously reserved overriding royalty

ML 31296....T39S, R21E, Sec 16: W $\frac{1}{2}$ NE $\frac{1}{4}$, W $\frac{1}{2}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$, 320.00	San Juan
ML 31321....T29S, R20E, Sec 36: A11, 652.20	San Juan
ML 31322....T31S, R20E, Sec 36: A11, T31S, R21E, Sec 32: A11, 1280.00	San Juan
ML 31323....T32S, R18E, Sec 32: A11, 640.00	San Juan
ML 31324....T32S, R19E, Sec 2: Lots 3,4, S $\frac{1}{2}$ NW $\frac{1}{4}$. S $\frac{1}{2}$, Sec 16: N $\frac{1}{2}$ T32S, R20E, Sec 32: A11, 1440.21	San Juan
ML 31325....T33S, R18E, Sec 2: A11, Sec 32: Lots 1,3,4,6,9, N $\frac{1}{2}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$, 1169.18	San Juan
ML 31326....T35S, R16E, Sec 36: A11, 640.00	San Juan
ML 31327....T35S, R17E, Sec 32 & 36: A11, 1280.00	San Juan
ML 31328....T35S, R18E, Sec 32: N $\frac{1}{2}$, N $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$, 480.00	San Juan
ML 31329....T35S, R21E, Sec 32: W $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$, 120.00	San Juan
ML 31330....T36S, R16E, Secs 2,16,32: A11, 1521.20	San Juan
ML 31331....T36S, R17E, Secs 2,16,30: A11, 1557.16	San Juan
ML 31332....T36S, R18E, Secs 16,32: A11, 2560.00	San Juan
ML 31333....T37S, R18E, Secs 2,16,32,36, A11, 2560.00	San Juan

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TOTAL ASSIGNMENTS - OIL, GAS AND HYDROCARBON LEASES CONTINUED

Upon recommendation of Mr. Prince, the Director approved the assignment of the Oil, Gas and Hydrocarbon leases listed below (subject to the provisions of a conveyance and agreement from Texas Pacific Oil Company, Inc. to Sun Oil Company (Delaware) dated August 29, 1980 -- copy filed in ML 32759) to Sun Oil Company, 1700 One Main Place, Dallas, TX 75250 by Texas Pacific Oil Company, Inc. No override.

LEASE OWNERSHIP: Texas Pacific Oil Company, Inc.

Subject to 1.5% previously reserved overriding royalty

ML 31334....T37S, R17E, Sec 16, 32, 36: A11, 1920.00	San Juan
ML 31335....T37S, R19E, Sec 32: A11, 640.00	San Juan
ML 31336....T37S, R20E, Sec 36: A11, 640.00	San Juan
ML 31337....T38S, R16E, Secs 2,16: A11, Sec 32: N $\frac{1}{2}$, W $\frac{1}{2}$ SW $\frac{1}{4}$, Sec 36: A11, 2320.00	San Juan
ML 31338....T38S, R17E, Secs 2,16,32,36: A11, 2559.92	San Juan
ML 31339....T38S, R18E, Secs 2,16,32,36: A11, 2560.72	San Juan
ML 31340....T38S, R19E, Secs 2,16,32,36: A11, 2571.00	San Juan
ML 31341....T38S, R20E, Secs 2,32,36: A11, 1925.64	San Juan
ML 31342....T39S, R16E, Secs 2,16,32,36: A11, 2560.00	San Juan
ML 31343....T39S, R17E, Secs 2,16,32,36: A11, 2560.17	San Juan
ML 31344....T39S, R18E, Secs 2,16,32,36: A11, 2558.24	San Juan
ML 31345....T39S, R19E, Secs 2,16,32,36: A11, 2559.40	San Juan
ML 31346....T39S, R20E, Secs 16,32: A11; Sec 36: NE $\frac{1}{4}$ NE $\frac{1}{4}$, W $\frac{1}{2}$ W $\frac{1}{2}$, 1480.00	San Juan
ML 31347....T40S, R16E, Sec 2: A11, 639.72	San Juan
ML 31348....T40S, R17E, Secs 2,16,32,36: A11, 2560.28	San Juan
ML 31349....T40S, R18E, Secs 2,16,32,36: A11, 2557.32	San Juan
ML 31350....T40S, R19E, Sec 16: E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$, NW $\frac{1}{4}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, Secs 32,36: A11, 1840.00	San Juan
ML 31351....T40S, R20E, Secs 2,16,36: A11, 1918.64	San Juan
ML 31352....T41S, R16E, Secs 2,16,32,36: A11, 2556.08	San Juan
ML 31353....T41S, R20E, Sec 2: A11, Sec 16: N $\frac{1}{2}$, N $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, 1080.00	San Juan
ML 31354....T41S, R18E, Sec 2: A11, 640.08	San Juan
ML 31837....T33S, R16E, Sec 36: A11, 640.00	San Juan
ML 31838....T33S, R17E, Secs 2,16,32,36: 2559.20	San Juan
ML 31839....T34S, R16E, Secs 2,16: A11 Sec 32: NE $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, S $\frac{1}{2}$, Sec 36: A11, 2481.68	San Juan
ML 31840....T34S, R17E, Sec 32: A11, Sec 36: Lots 2,3,5, 8,9,12, W $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$, 998.38	San Juan
ML 31841....T34S, R16E, Secs 2,16,32: A11, 1919.20	San Juan
ML 31842....T35S, R17E, Secs 2,16, A11, 1281.60	San Juan
Subject to 1.0% override	
ML 32456....T40S, R19E, Sec 2, Lots 2,3,4,5,6,7, S $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$, 576.04	San Juan
No override.	
ML 32759....T34S, R16E, Sec 32: N $\frac{1}{2}$ NW $\frac{1}{4}$, 80.00	San Juan
ML 32760....T37S, R18E, Sec 36: A11, 640.00	San Juan

Upon recommendation of Mr. Prince, the Director approved the assignment of the Oil, Gas and Hydrocarbon leases listed below to Belco Petroleum Corporation, Suite 209 - 445 Union Blvd., Lakewood, CO 80228 by Jack J. Grynberg, who reserves 6.25% overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Jack J. Grynberg

ML 28444....Bed of Green River: T6S, R21E, Sec 24; T6S, R22E, Secs 19,30, 254.41	Uintah
ML 34628....Bed of Green River: T6S, R21E, Sec 27, 148.70	Uintah
ML 30791....T6S, R21E, Sec 28: Lots 1,2, Sec 29: Lot 4, 108.05	Uintah

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TOTAL ASSIGNMENTS - OIL, GAS AND HYDROCARBON LEASES

Upon recommendation of Mr. Prince, the Director approved the assignment of the Oil, Gas and Hydrocarbon leases listed below to

Fuels Resources Development Co., - 37.5626%;
1250 - 14th St. P.O. Box 840,
Denver, CO 80201
Minnesota Mining and Manufacturing Co - 6.7491%
P.O.Box 33327,
St. Paul, MN 55133
Pacific Power & Light Co. - 5.6883%
420 S.W. 6th Ave.,
Portland, OR 97204
Sinclair Oil Corp. - 50.0000%
P.O. Box 1677
Englewood, CO 80110

by Colorado Energetics, Inc., who reserves 2% overriding royalty and subject to 4.5% previously reserved overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Colorado Energetics, Inc.

ML 33319....T1S, R3E, Sec 2: Lots 1,2,3,S $\frac{1}{2}$ NE $\frac{1}{4}$, Sec 4: S $\frac{1}{2}$ NE $\frac{1}{4}$, 272.89	Summit
ML 34300....T1S, R3E, Sec 10: Lot 4,Sec 14: Lots 1,4,5,6,7,8, E $\frac{1}{2}$ NE $\frac{1}{4}$,N $\frac{1}{2}$ SE $\frac{1}{4}$, Sec 22: NW $\frac{1}{4}$; Sec 26: W $\frac{1}{2}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ NE $\frac{1}{4}$,SE $\frac{1}{4}$, Sec 35: E $\frac{1}{2}$, 1,208.09	Summit

Upon recommendation of Mr. Prince, the Director approved the assignment of the Oil, Gas and Hydrocarbon leases listed below to Cisco Dome Oil and Gas Corp., 68 So.Main, Salt Lake City, UT 84101 by Hawkeye, Inc. No override.

LEASE OWNERSHIP: Hawkeye, Inc.

ML 38231....T22S, R23E, Sec 32: A11, 640.00	Grand
ML 38225....T40S, R22E, Sec 14: E $\frac{1}{2}$, 320.00	San Juan
ML 38197....T2S, R4E, Sec 36: Lots 3,4,S $\frac{1}{2}$ NW $\frac{1}{4}$, 159.53	Wasatch
Subject to 7% previously reserved overriding royalty.	
ML 27644....T18S, R23E, Sec 36: A11, 627.00	Grand

Upon recommendation of Mr. Prince, the Director approved the assignment of the Oil, Gas and Hydrocarbon lease listed below to Walter D. Broadhead, 1645 No. 7th Street, Grand Junction, CO 81501 by Bernice Bleckert, who reserves 5% overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Bernice Bleckert

ML 27010....T20S, R24E, Sec 32, 640.00	Grand
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Upon recommendation of Mr. Prince, the Director approved the assignment of the Oil, Gas and Hydrocarbon leases listed below to Pioneer Production Corp., P.O. Box 2542, Amarillo, TX 79189 by Hal A. McVey, who reserves 2% overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Hal A. McVey

ML 38219....T41S, R5W, Sec 16: A11, 640.00	Kane
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INTEREST ASSIGNMENTS - OIL, GAS AND HYDROCARBON LEASES

Upon recommendation of Mr. Prince, the Director approved the assignment of 12½% interest in the Oil, Gas and Hydrocarbon leases listed below to Carbonit Exploration, Inc., 2190 North Loop West, Suite 401, Houston, TX 77018 by Southland Royalty Company. No override, but subject to previously reserved overriding royalty as indicated. The State assumes no responsibility in collecting overriding royalty.

LEASE OWNERSHIP: Southland Royalty Company - 67.50%
Sun Oil - 37.50%

subject to 6.25% previously reserved overriding royalty.	
ML 27272....T30S, R12E, Sec 2: A11, 502.28	Wayne
ML 27774....T30S, R12E, Sec 32: A11, 640.00	Wayne
ML 27775....T30S, R12E, Sec 36: A11, 640.00	Wayne
subject to 4% previously reserved overriding royalty.	
ML 31237-A..T36S, R20E, Sec 36: A11, 640.00	San Juan
No override.	
ML 34928....T29S, R9E, Sec 32: A11, 640.00	Wayne
ML 34929....T29S, R9E, Sec 36: A11, 640.00	Wayne
ML 34930....T30S, R9E, Sec 2: A11, 512.72	Wayne
ML 34931....T30S, R9E, Sec 16: A11, 640.00	Wayne
ML 34932....T30S, R9E, Sec 32: A11, 640.00	Wayne
ML 35008....T32S, R13E, Secs 16,32: A11, 1280.00	Garfield
ML 35009....T33S, R13E, Sec 16,32: A11, 1280.00	Garfield
ML 35189....T30S, R14E, Sec 36: A11, 640.00	Wayne
ML 35190....T26S, R15E, Sec 36: A11, 640.00	Emery
ML 35455....T36S, R14E, Secs 2,32,36: A11, 1,532.24	San Juan
ML 35456....T37S, R13E, Secs 2,16,32,36: A11, 2,560.00	San Juan
ML 35457....T37S, R14E, Secs 2,16,32: A11, 1,920.00	San Juan
ML 35458....T38S, R13E, Secs 2,16,32: A11, 1,921.04	San Juan
ML 36332....T38S, R15E, Sec 32: A11, 640.00	San Juan
ML 36713....T38S, R13E, Sec 36: A11, 640.00	San Juan

OVERRIDING ROYALTY ASSIGNMENTS - OIL, GAS AND HYDROCARBON LEASES

Upon recommendation of Mr. Prince, the Director approved the assignment of .4% overriding royalty in the Oil, Gas and Hydrocarbon leases listed below to Harrell Budd, 350 So. Kendall St., Lakewood, CO 80226 by Charles L. Severy. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Charles L. Severy -- .8% orr.

.....ML 27490-A....ML 27491-A....ML 27493-A

Upon recommendation of Mr. Prince, the Director approved the assignment of 1.244% overriding royalty in the Oil, Gas and Hydrocarbon leases listed below to Harrell Budd, 350 So. Kendall St., Lakewood, CO 80226 by Charles L. Severy. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Texoma Production Co., et al
Charles L. Severy - 2.488% orr.

ML 27490....ML 27491....ML 27493....ML 27872....ML 27489....ML 27492

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OVERRIDING ROYALTY ASSIGNMENTS - OIL, GAS AND HYDROCARBON LEASES CONTINUED

Upon recommendation of Mr. Prince, the Director approved the assignment of 5% overriding royalty in the Oil, Gas and Hydrocarbon leases listed below to:

Robert W. Scott, 1275 Lupine Way, Genesee, Golden, CO 80401
Eugene A. O'Brien, 5461 W. Kent Place, Denver, CO 80235
L. Stanley, 5070 Nassau Circle, Englewood, CO 80110
Jeffrey Chorney, 401 Lincoln Tower Bldg., 1860 Lincoln St. Denve CO 80295
O.L. Rickard, 12935 Piney Lake Road, Parker, CO 80134
D. Patrick Grubbs, 7495 S. Pontiac Way, Engelwood, CO 80112
Willard J. Pearson, Jr. 3312 E. Costilla Ave., Littleton, CO 80122
Robert T. Larson, Jr, 3263 S. Niagara St., Denver, CO 80224
Sam T. Boltz, Jr., 16 Ivy Lane, Denver, CO 80220
Eugene A. Springer, 8366 Zephyr, Arvada, CO 80005
J. Paul Mathias, 8871 E. Easter Palce, Englewood, CO 80112
Gary A. Divine, 371 S. Peoria Circle, Aurora, CO 80012
Shirley V Long, 1828 S. Youngfield Place, Lakewood, CO 80228
Sadie Mae Schafer, 2068 Ingalls, Edgewater, CO 80214
Avis M. Clark, 676 S. Poplar St., Denver, CO 80224
Dorothy A. Baars, 1770 Upham, Lakewood, CO 80215

by Raymond Chorney. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Raymond Chorney

ML 28939....ML 29088....ML 29552....ML 29627....ML 29889....ML 30231
ML 30960....ML 32454....ML 32455....ML 34046....ML 36185....ML 36188
ML 36189....ML 36192....ML 36194....ML 36200....ML 36202....ML 36203
ML 36205....ML 36206....ML 36219

Upon recommendation of Mr. Prince, the Director approved the assignment of 5% overriding royalty in the Oil, Gas and Hydrocarbon leases listed below to

Robert W. Scott, 1275 Lupine Way, Genesee, Golden, CO 80401
Eugene A. O'Brien, 5461 W. Kent Place, Denver, CO 80234
L. Stanley, 5070 Nassau Circle, Englewood, CO 80110

by Lancaster Corporation. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Lancaster Corporation - 50%; W.H. Brown - 50%

.....ML 29906....ML 29907

Upon recommendation of Mr. Prince, the Director approved the assignment of 5% overriding royalty in the Oil, Gas and Hydrocarbon leases listed below to

Robert W. Scott, 1275 Lupine Way, Genesee, Golden, CO 80401
Eugene A. O'Brien, 5461 W. Kent Place, Denver, CO 80235
L. Stanley, 5070 Nassau Circle, Englewood, CO 80110
Jeffrey Chorney, 401 Lincoln Tower Bldg, 1860 Lincoln St. Denver, CO 80295
O.L. Rickard, 12935 Piney Lake Road, Parker, CO 80134
D. Patrick Grubbs, 7495 S. Pontiac Way, Engelwood, CO 80112
Willard J. Pearson, Jr. 3312 E. Costilla Ave., Littleton, CO 80122
Robert T. Larson, Jr, 3263 S. Niagara St., Denver, CO 80224
Sam T. Boltz, Jr., 16 Ivy Lane, Denver, CO 80220
Eugene A. Springer, 8366 Zephyr, Arvada, CO 80005
J. Paul Mathias, 8871 E. Easter Palce, Englewood, CO 80112
Gary A. Divine, 371 S. Peoria Circle, Aurora, CO 80012
Shirley V Long, 1828 S. Youngfield Place, Lakewood, CO 80228
Sadie Mae Schafer, 2068 Ingalls, Edgewater, CO 80214
Avis M. Clark, 676 S. Poplar St., Denver, CO 80224
Dorothy A. Baars, 1770 Upham, Lakewood, CO 80215

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OVERRIDING ROYALTY ASSIGNMENTS - OIL, GAS AND HYDROCARBON LEASES CONTINUED

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by Joan Chorney. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Joan Chorney

.....ML 35748.....ML 35749....35753

Upon recommendation of Mr. Prince, the Director approved the assignment of 5% overriding royalty in the Oil, Gas and Hydrocarbon leases listed below to

Robert W. Scott, 1275 Lupine Way, Genesee, Golden, CO 80401
Eugene A. O'Brien, 5461 W. Kent Place, Denver, CO 80235
L. Stanley, 5070 Nassau Circle, Englewood, CO 80110
O.L. Rickard, 12935 Piney Lake Road, Parker, CO 80134
D. Patrick Grubbs, 7495 S. Pontiac Way, Englewood, CO 80112
Willard J. Pearson, Jr. 3312 E. Costilla Ave., Littleton, CO 80122
Robert T. Larson, Jr. 3263 S. Niagara St., Denver, CO 80224
Sam T. Boltz, Jr., 16 Ivy Lane, Denver, CO 80220
Eugene A. Springer, 8366 Zephyr, Arvada, CO 80005
J. Paul Mathias, 8871 E. Easter Palce, Englewood, CO 80112
Gary A. Divine, 371 S. Peoria Circle, Aurora, CO 80012
Shirley V Long, 1828 S. Youngfield Place, Lakewood, CO 80228
Sadie Mae Schafer, 2068 Ingalls, Edgewater, CO 80214
Avis M. Clark, 676 S. Poplar St., Denver, CO 80224
Dorothy A. Baars, 1770 Upham, Lakewood, CO 80215

by Jeffrey Chorney. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Jeffrey Chorney

.....ML 34043.....ML 34044.....ML 34161

Upon recommendation of Mr. Prince, the Director approved the assignment of 1% overriding royalty in the Oil, Gas and Hydrocarbon leases listed below to

Robert W. Scott, 1275 Lupine Way, Genesee, Golden, CO 80401
Eugene A. O'Brien, 5461 W. Kent Place, Denver, CO 80235
L. Stanley, 5070 Nassau Circle, Englewood, CO 80110
Jeffrey Chorney, 401 Lincoln Tower Bldg, 1860 Lincoln St, Denver, CO 80295

by Seabrook Corporation. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHP: Hawthorn Oil Corp - 50%; Seabrook Corp. - 50%

.....ML 31262

Upon recommendation of Mr. Prince, the Director approved the assignment of 5% overriding royalty in the Oil, Gas and Hydrocarbon leases listed below to Mary B. Calvert, 216 West 7th, Casper, Wy 82601 by W. H. Brown. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: W. H. Brown

.....ML 29906.....ML 29907.....ML 29909.....ML 29910

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TOTAL ASSIGNMENT - OIL SHALE

Upon recommendation of Mr. Prince, the Director approved the assignment of the Oil Shale leases listed below to

Quintana Minerals Corporation - 50%; Synthetic Oil Corporation - 50%

P.O. Box 1600

6401 N. Penn, Suite 106

Houston, TX 77001

Oklahoma City, OK 73116

by Magic Circle Energy Corporation, who reserves 2% overriding royalty and 3% previously reserved overriding royalty. The State assumes no responsibility in collecting or distributing overriding royalty.

LEASE OWNERSHIP: Magic Circle Energy Corporation

.....formerly Western Oil Shale Corporation.

ML 20759....T8S, R25E, Sec 32: All, 640.00	Uintah
ML 20760....T8S, R24E, Sec 36: All, 640.00	Uintah
ML 20745....T9S, R25E, Sec 16: Lots 1,2,3,4,5,6,7,SW $\frac{1}{4}$ SW $\frac{1}{4}$,NE $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$,SE $\frac{1}{4}$ NW $\frac{1}{4}$,N $\frac{1}{2}$ NW $\frac{1}{4}$, 599.80	Uintah
ML 20784....T9S, R24E, Sec 15: Lots 1,2,3,4,N $\frac{1}{2}$,N $\frac{1}{2}$ SE $\frac{1}{4}$,NW $\frac{1}{4}$ SW $\frac{1}{4}$, N $\frac{1}{2}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$,SW $\frac{1}{4}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$,N $\frac{1}{2}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$,SW $\frac{1}{4}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$,616.59	Uintah
ML 20761....T8S, R24E, Sec 32: All, 640.00	Uintah
ML 20762....T8S, R23E, Sec 36: All, 640.00	Uintah
ML 20765....T8S, R22E, Sec 31: Lot 3,NE $\frac{1}{4}$ SW $\frac{1}{4}$,SE $\frac{1}{4}$: Sec 32: All, 879.65	Uintah
ML 20775....T11S, R22E, Sec 2: Lots 1-8, S $\frac{1}{2}$ N $\frac{1}{2}$,S $\frac{1}{2}$, 700.60	Uintah
ML 20885....T7S, R25E, Sec 36: All, Sec 25: Lot 4, NW $\frac{1}{4}$ SW $\frac{1}{4}$, 322.08	Uintah
ML 20732....T9S, R24E, Sec 29: All, 640.00	Uintah
ML 20737....T9S, R25E, Sec 2: Lots 1-4,S $\frac{1}{2}$ N $\frac{1}{2}$,S $\frac{1}{2}$, 625.36	Uintah
ML 20740....T9S, R24E, Sec 32: NE $\frac{1}{4}$ NE $\frac{1}{4}$,S $\frac{1}{2}$ NW $\frac{1}{4}$,S $\frac{1}{2}$, 440.00	Uintah
ML 20884....T7S, R25E, Sec 16: All, 640.00	Uintah

CORRECTION OF DIRECTOR'S MINUTES - SEPTEMBER 8, 1980

On September 8, 1980, the Director approved the assignment of Metalliferous minerals lease ML 34661 to Hi-Plains Mineral, Ltd, by Plateau Resources Limited; however, when the agenda was typed it was shown that it was assigned by Flaming Gorge Pines. Upon recommendation of Mr. Prince, the Director approved this correction of Director's Minutes to indicate that ML 34661 was assigned by Plateau Resources Limited instead of Flaming Gorge Pines.

REINSTATEMENT OF OIL, GAS AND HYDROCARBON LEASE - ML 27010

Upon recommendation of the staff the Director did, on July 7, 1980, expire oil, gas, and hydrocarbon lease ML 27010 covering All of Section 32, Township 20 South, Range 24 East, Salt Lake Meridian, at the end of its term on June 30, 1980. This recommendation and action were in error since there is a shut-in gas well and a small oil well on this lease. The lessee has paid the shut-in royalty as provided in the lease so this lease should continue in force as long as the shut-in royalty or actual production royalty is paid. Upon recommendation of Mr. Prince, the Director approved the reinstatement of ML 27010. State records to be corrected accordingly.

STATEWIDE OIL AND GAS DRILLING BOND, COSEKA RESOURCES (USA) LIMITED

Coseka Resources (USA) Limited has submitted an oil and gas drilling bond to cover their operations on State Lands. This bond is in the amount of \$25,000. Seaboard Surety Company, bond number 888105, is surety under this bond.

This bond is in order and upon recommendation of Mr. Prince, the Director approved this Statewide Oil and Gas Drilling Bond.

10/20/80

vp

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DIVISION ORDERS FOR NATURAL BUTTES UNIT WELLS

Belco Petroleum Corporation, an operator in the Natural Buttes Unit, has submitted three division orders for gas wells in this unit. None of these wells are on State lands, but State lands are in the unit participating area so the State shares in production from these wells.

These wells are as follows:

- 1. Natural Buttes Unit 48-29B in Section 29, T9S, R20E, SLM.
- 2. Natural Buttes Unit 52-1B in Section 1, T9S, R21E, SLM.
- 3. Natural Buttes Unit 71-26B in Section 26, T10S, R20E, SLM.

These division orders properly reflect the States interests. Upon recommendation of Mr. Prince, the Director approved this Division Order.

RELINQUISHMENTS OF MINERAL LEASES

The lessees under the mineral leases listed below have filed relinquishments of these leases. Upon recommendation of Mr. Prince, the Director approved the termination of the mineral leases listed below and offering the lands for lease by simultaneous bid.

Gemstone Leases

ML 34001	Joseph R. and Marie Caruso T41S, R8W, SLM. Sec. 2 - Lots 1-4, 7,8, S $\frac{1}{2}$ NE $\frac{1}{4}$, S $\frac{1}{2}$	Kane County 534.80 acres
ML 34002	Joseph R. and Marie Caruso T40S, R8W, SLM. Sec. 36: N $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$	Kane County 280.00 acres

Metalliferous Minerals Lease

ML 36223	Atlas Corporation	T30S, R21E, SLM. Sec. 2: All	San Juan County 1289.84 acres
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APPROVAL OF THE HOLE-IN-ROCK UNIT

This office has received evidence that the Hole-in-Rock Unit was approved by the United States Geological Survey on September 30, 1980.

Upon recommendation of Mr. Prince, the Director approved this Unit and the following leases to be noted to show that the United States Geological Survey approved this unit effective September 30, 1980.

ML 29115	Atlantic Richfield Company, et al
ML 29119	Atlantic Richfield Company, et al
ML 29121	Atlantic Richfield Company, et al

OCTOBER 20, 1980

Kurz

C.G.G. Division No. 0520 Box 1435, Jackson, Wyoming 83001, has requested an amendment to the above Right of Way asking that we include the following State lands in addition to those already approved on this Right of Way:

Township 1 North, Range 7 West, SLB&M	
Section 3,4,5,6:	Tooele County
Township 2 North, Range 7 West, SLB&M	
Section 34,35,36:	Tooele County
Township 2 North, Range 6 West, SLB&M	
Section 31, 32:	Tooele County

RIGHT OF WAY APPROVED

КЧН

This office has received a request from C.G.G., Crew 22, 9474 No. Highway 40, Lake Point, Utah 84074 for permission to conduct a surface seismic survey across the following State lands:

Township 1 North, Range 5 West, SLB&M	Line 1
Section 22,27,34: Tooele County	
Township 1 South, Range 5 West, SLB&M	
Section 2,3,10,11,14,23,26,35,36: Tooele County	
Township 2 South, Range 5 West, SLB&M	
Section 1,12: Tooele County	

Township 1 South, Range 5 West, SLB&M	Line 2
Section 16,21,22,23,25,26,36:	Tooele County
Township 1 South, Range 4 West, SLB&M	
Section 31,32:	Tooele County
Township 2 South, Range 4 West, SLB&M	
Section 5:	Tooele County

Township 1 North Range 5 West, SLB&M Line 3
Section 25,26,27,28,29,31,32,33: Tooele County

The fee for a surface seismic survey is \$50.00 per mile @ 24.00 miles totaling \$1,200.00 plus the \$20.00 application fee totaling \$1,220.00. Upon recommendation of Mr. Higgins, the Director approved this Right of Entry with a January 1, 1981 expiration date.

* * * * *

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Clinton and Verna Thompson, Minersville, Utah has requested the cancellation of SULA NO. 380. Upon recommendation of Mr. Sandlund, the Director approved the cancellation of this SULA.

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RIGHT OF WAY APPLICATION - APPROVED *MMW*

RIGHT OF ENTRY

R/W #2004 CGG, % Tari A. Esposito, Permit Agent, Crew 501, General Delivery, Price, Utah 84501 has submitted an application to conduct a vibroseis seismic survey and shots placed on lath above ground on the following described State land in Carbon County, Utah:

- Line NSP-80-1 6.75 miles
 - T15S, R10E, Sec. 17, 18 School
 - T15S, R9E, Sec. 13, 14 U of U, 15, 16 School
 - T15S, R8E, Sec. 16 School
- Line NWP-80-2A-B - 4.25 miles, 2B - 5 miles
 - T14S, R9E, Sec. 25, 26, 27, 32, 36 School
 - T14S, R8E, Sec. 28, 29, 30, 34 U of U, Res. Sch.
- Line NSP-80-3 5.75
 - T14S, R9E, Sec. 26, 35 School
 - T15S, R9E, Sec. 11, 15, 22 School
 - T16S, R9E, Sec. 16 School
- Line NWP-80-4 1.75 miles
 - T15S, R8E, Sec. 36 School
 - T16S, R9E, Sec. 16 School

This seismic survey will be surveyed and planned in a series of 4 or 5 operations to be submitted as supplements or addendums of Right of Way No. 2004. Fees will be established depending on the type of seismic method used which will vary from vibroseis to shots placed on lath above ground. Each one of these surveys will be individually submitted for approval as a part of this Right of Way. Termination date to complete this work will be designated with each one of these supplements depending on weather conditions and progress of this work.

Upon recommendation of Mr. Wall, the Director approved this Right of Entry.

GRAZING LEASE ACREAGE DELETION *LB*

GL 21223 J. N. Jacob, 2645 Palisade Drive, Orem, Utah 84057 has requested that the following described State land in Utah County be deleted from Grazing Lease 21223:

T7S, R1W, SLB&M
Section 2: A11 totaling 641.40 acres

The new total acres on this lease will be 1077.91 at 31¢ per acre. Upon recommendation of Mr. Brown, the Director approved this deletion.

CANCELLATION OF SPECIAL USE LEASE *LB*

SULA NO. 389 The Division of State Lands has had a Special Use Application on file since 1977. This lease is currently on the land that the State is exchanging with Grand County. The lease involved a water storage tank that was never built.

Upon recommendation of Mr. Brown, the Director approved the cancellation of this SULA and the \$10.00 application fee be forfeited to the State.

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RIGHT OF WAY APPLICATION APPROVED *RBW*

R/W No. 199

Energy Fuels Nuclear, Inc., P.O. Box 787, Blanding, Utah 84511, has requested an easement to temporarily widen an existing road, which is located on the following described State land:

T37S, R22E, Sec 16: SE $\frac{1}{4}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$, San Juan County

The road is approximately .8 miles long. The charge will be \$2.50 per rod, plus a \$20.00 application fee for a total of \$660.00. The easement will expire June 30, 1981. School fund. Upon recommendation of Mr. Wilcox, the Director approved this Right of Way.

GRAZING LEASE CANCELLATION *RBW*

GL 19986, GL 20984, GL 20331, GL 21438

Patsantaras Land and Livestock Co., 3112 A $\frac{1}{2}$ Road, Grand Junction, Colorado has requested the cancellation of the above listed grazing leases, which will be consolidated into grazing leases, GL 21577 and GL 21578. Upon recommendation of Mr. Wilcox, the Director approved the cancellation of these grazing leases.

GRAZING LEASE APPLICATIONS *RBW*

GL 21577 Patsantaras Land and Livestock Co., 3112 A $\frac{1}{2}$ Road, Grand Junction, Co. 81501
1947.56 acres, 10¢ per annum, 10 years beginning January 1, 1981
School fund, Fee \$194.75, Total: \$204.75

GL 21578 Patsantaras Land and Livestock Co., 3112 A $\frac{1}{2}$ Road, Grand Junction Co. 81501.
6019.32 acres, 9¢ per annum, 10 years beginning January 1, 1981
School fund, Fee \$541.73, Total \$551.73

21580 Kent W. Adams, 1023 North 400 West, Cedar City, UT 84720
631.88 acres, 12¢ per annum, 10 $\frac{1}{2}$ years, beginning June 1, 1980,
School fund, Fee \$75.82, Total \$85.82.

\$37.91 of this amount is for the year 1980 and the remaining \$37.91 should be credited on the 1981 billing.

GRAZING LEASE COLLATERAL ASSIGNMENT *RBW*

GL 21577, GL 21578

Patsantaras Land and Livestock Co., 3112 A $\frac{1}{2}$ Road, Grand Junction, CO 81501, has submitted a collateral assignment on the grazing leases listed above to the Equitable Life Assurance Society of the United States, 945 First National Bank Building, 1621 Seventeenth Street, Denver, CO 80293. Upon recommendation of Mr. Wilcox, the Director approved this collateral assignment.

REFUND REQUESTED

Mr. Spent M. Hansen - 130 Elm Ave. - Rexburg, Idaho has requested a refund in the amount of \$320.00 due to a duplicate payment on lease ML 35801. Upon recommendation of Mr. Miller, the Director approved this refund request.

OCTOBER 20, 1980

MINERAL LEASES TO BE CANCELLED

Jgm

The following leases are to be cancelled due to non-payment of 1980 rental. Certified notices were mailed. Upon recommendation of Mr. Miller, the Director approved the termination of these mineral leases and offering the lands for lease by simultaneous bid.

<u>NAME</u>	<u>ACCOUNT NO.</u>	<u>TYPE</u>
Roy G. Wiley	ML 27649	Met.
Steam Corp. of America	ML 28188	Geo.St.
Steam Corp. of America	ML 28189	Geo.St.
Max H. Bigler	ML 30975	Fossil
American Quasar Pet. Co. of N.M.	ML 34632	OG&H
American Quasar Pet. Co. of N.M.	ML 34633	OG&H
B. H. Hastings	ML 34638	OG&H
Jack J. Grynberg	ML 34655	Met.
Jack J. Grynberg	ML 34656	Met.
Jack J. Grynberg	ML 34660	Met.
Floyd R. Moody	ML 34699	Met.
Paul S. Gramlich	ML 36910	Met.
<u>INTEREST RATES</u>	<u>CURRENT WEEK</u>	<u>YEAR AGO</u>
Prime Rate	14.00	11.50
Federal Funds	9.50	7.40
Discount Rate	11.00	9.50

Jgm

William K. Dinehart

WILLIAM K. DINEHART, DIRECTOR
DIVISION OF STATE LANDS.

Verna A. Petersen

VERNA A. PETERSEN, RECORDS SUPERVISOR

ARCHIVES APPROVAL NO. 7900209